

BROWARD HOMEBOUND PROGRAM

C/O North Broward Medical Center
201 East Sample Road
Deerfield Beach, FL 33064
(954) 786-2484

received
2/25/08
AK

February 20, 2008

Mr. D. Mike Good
City Manager
City of Hallandale Beach
400 South Federal Highway
Hallandale Beach, FL 33009

Dear Mr. Good,

This is a request by the Broward Homebound Program, Inc. for the fiscal year 2008-2009. The Broward Homebound Program, Inc. is providing in-home services to many disabled and elderly residents of Hallandale Beach. At the end of our last fiscal year on June 30, 2007 we served 17 Hallandale Beach residents. As of January 31, 2008 the agency has provided services to 25 Hallandale Beach residents. We anticipate by the end of our fiscal year on June 30, 2008 that 35 Hallandale Beach residents will be served by the Broward Homebound Program, Inc.

The Broward Homebound Program, Inc. provides services to individuals with any type of debilitating condition, including Alzheimer's disease, cancer, heart conditions, strokes, Parkinson's disease, respiratory disease, and other physical disabilities, etc. Of those 17 Hallandale Beach residents, receiving services last year, six residents received assistance from our Subsidy Program.

The Subsidy Program provided assistance to 6 Hallandale Beach residents who received the following services:

330 hours homemaking services

Our Subsidy clients pay for their in-home services on a sliding fee scale. The case management services are provided free. All clients receive ongoing case management services by a Broward Homebound Program case manager who is available from 8:30 a.m. to 5:00 p.m. Monday through Friday.

Currently, 80% of our clients are subsidized. The cost of the subsidy for these six (6) residents of Hallandale Beach was approximately \$1,254.00. The cost of the case management services to these Hallandale Beach residents was an additional \$868.00.



In addition to our Subsidy Program we have two programs for the disabled population, ages 18-59. The first program is the Community Care for Disabled Adults (C.C.D.A.) program funded primarily through a contract with the Department of Children & Families Services. Due to limited funding, the services we are able to provide are very minimal. The services provided include case management, homemaker services, respite and personal care services, home-delivered meals and adult day health care. Recipients of these services must meet financial and permanent disability requirements. These services are provided free due to the limited income of the client. As of February 20, 2008 the waiting list for this program is 426 Broward County residents, 8 are disabled adults residing in Hallandale Beach waiting for services.

The Department of Children & Families dollars due require a local match. During the last fiscal year, we have provided the following services to 9 disabled adults residing in Hallandale Beach:

724	hours	homemaking
1,169	hours	personal care
812	each	meals
1,015.75	hours	respite

These services cost \$ 2,603.00 per month. If the City of Hallandale Beach would provide its part of the Dept. of Children & Families required match, it would be \$3,471.00 a year. This is just 11% of the total cost of services under the Dept. of Children & Families contract to the disabled adults (ages 18-59) in Hallandale Beach.

Our second program for disabled adults is the Handicapped Meal & Medical Supply Program. This program provides home delivered meals to disabled adults who are unable to shop or prepare a meal due to their disability. Last year this program provided Two (2) disabled adults residing in Hallandale Beach with 365 meals. Each meal costs \$3.50 and the total cost of the meals provided last year to Hallandale Beach residents was \$1,277.

At this time we are requesting \$1,500.00 from the City of Hallandale Beach for the services we will provide in fiscal year 2008-2009. The services are provided to disabled and elderly people who need our services to remain in their homes. This request is based on the following expenses from the last fiscal year:

1. \$1,254.00 for the cost of subsidized services to the elderly and disabled residents of Hallandale Beach, plus \$868.00 for the cost of their case management services; and
2. \$3,471.00 match dollars for the portion of the C.C.D.A./Dept. of Children & Families contract.
3. \$1,277 for home delivered meals to disabled adults who are unable to shop or prepare meals due to their disability.

The grant provided by the City of Hallandale Beach will allow us to continue providing services to the city's growing elderly population and disabled adults. It is only through this joint partnership of corporate, city, county, state, and client financing that the goal of reducing the need for institutionalization can be achieved. The waiting list for services continues to grow. In the 2008-2009 fiscal year funding from the municipalities will become more essential for our agency to be able to continue to assist the elderly and disabled adults. Due to the economy more people are requiring assistance to remain living independently at home.

The \$500 grant that we received from the City of Hallandale Beach for our 2007-2008 fiscal year has been utilized to provide home delivered meals to physically disabled adults 18-59 years of age. Broward Homebound Program, Inc. is the only agency in Broward County providing in home services to elderly and disabled adults whose income is above \$603 per month. The \$500 grant from the City enabled our agency to provide 143 meals to disabled adults. Each meal cost \$3.50.

The Broward Homebound Program, its Board of Directors and the homebound residents of Broward County thank you very much for your financial support this past year. We look forward to another year of support.

We are proud to report our administrative cost has remained at 10%. I have attached a copy of our latest audit for your review. If you should have any questions regarding the Broward Homebound Program, Inc., please feel free to contact us at (954) 786-2484.

Sincerely,



Diane M. Smith
Executive Director
Broward Homebound Program, Inc.

DMS/mlb
Grants\Cities\Halland\Halland1.08

Enclosure

cc: Mayor Joy Cooper
Vice-Mayor William Julian
Commissioner Francine Schiller
Commissioner Dorothy Ross
Commissioner Keith London

**EXAMPLE OF
ELDERLY HALLANDALE BEACH CLIENT**

Mr. K.

Mr. K. is an 85 year old man living alone in a condo in Hallandale Beach. Mr. K. receives \$1,300 a month from social security. He has been diagnosed with a heart condition, diabetes and prostate cancer. Due to his medical conditions he is weak and unable to take care of his home and other needs.

Mr. K. receives assistance from the Broward Homebound Program, Inc. at a subsidized rate due to his limited monthly income. The Broward Homebound Program, Inc. provides Mr. K. with a home health aide two days a week for three hours each day. The aide assists Mr. K. with light housekeeping, grocery shopping and laundry.

Mr. K. is grateful for the assistance he receives from the Broward Homebound Program, Inc. He would not be able to pay for private home health care. Mr. K. has received Broward Homebound Program, Inc. assistance since June 2005. The assistance he receives enables him to remain living independently at home.

**EXAMPLE OF
DISABLED ADULT HALLANDALE BEACH CLIENT**

Mr. C.

Mr. C. is a 48 year old man living with his elderly parents in a home in Hallandale Beach. Mr. C. has been diagnosed with ALS. He requires total care. He receives \$600 per month from supplemental security income. Mr. C's parents provide for his care but they require additional assistance to be able to continue to have him live at home. Mr. C. requires assistance with personal care from Broward Homebound Program, Inc. at a subsidized rate because of his low monthly income.

The Broward Homebound Program, Inc provides Mr. C. with a home health aide four days a week for two hours each day. The home health aide assists Mr. C. with bathing and dressing. The aide, also, assists with light housekeeping and laundry.

The services he receives enables him to remain living with his parents in the community. The family is grateful for the assistance he receives from the Broward Homebound Program, Inc.

The ALS Association collaborates with the Broward Homebound Program, Inc. and provides grant funding to ALS clients to provide limited funds to enhance the services ALS clients require to live independently. Broward Homebound Program, Inc. subsidizes the services with ALS Association clients.

BROWARD HOMEBOUND PROGRAM, INC.

FINANCIAL STATEMENTS

AND

SUPPLEMENTARY INFORMATION

JUNE 30, 2007 AND 2006

A.M. JONES, C.P.A., P.A.

certified public accountants

BROWARD HOMEBOUND PROGRAM, INC.

FINANCIAL STATEMENTS

AND

SUPPLEMENTARY INFORMATION

JUNE 30, 2007 AND 2006

BROWARD HOMEBOUND PROGRAM, INC.

TABLE OF CONTENTS

JUNE 30, 2007 AND 2006

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS:	
Statements of Financial Position	3
Statements of Activities and Changes in Net Assets	4
Statements of Functional Expenses	5-6
Statements of Cash Flows	7
Notes to Financial Statements	8
SUPPLEMENTARY INFORMATION:	
Schedules of Contributions	14
Schedules of Revenues and Grants from Governmental Agencies	15
Schedule of Computation of Matching Requirement - State of Florida for the Year Ended June 30, 2007	16
REPORTS:	
Report of Independent Certified Public Accountant on on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements in accordance with <i>Government Auditing Standards</i>	17
Report to Management	18

INDEPENDENT AUDITOR'S REPORT

3421 North Powerline Road, Pompano Beach, FL 33069 • Broward: 954-973-3421 • Dade: 305-948-5608 • FAX: 954-968-8215

UNQUALIFIED OPINION ON FINANCIAL STATEMENTS
NOT-FOR-PROFIT ORGANIZATION

Independent Auditor's Report

Board of Directors and Executive Director
Broward Homebound Program, Inc.
Pompano Beach, Florida

We have audited the accompanying statements of financial position of Broward Homebound Program, Inc. (a not-for-profit organization) as of June 30, 2007 and 2006, and the related statements of activities, functional expenses, and cash flows for the years then ended. These financial statements are the responsibility of Broward Homebound Program, Inc.'s management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Broward Homebound Program, Inc. as of June 30, 2007 and 2006, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2007, on our consideration of Broward Homebound Program, Inc.'s, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audits were performed for the purpose of forming an opinion on the basic financial statements of Broward Homebound Program, Inc. taken as a whole. The schedules listed in the table of contents are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A.M. Jones, C.P.A., P.A.

A.M. Jones, C.P.A., P.A.
Pompano Beach, Florida
October 4, 2007

FINANCIAL STATEMENTS

BROWARD HOMEBOUND PROGRAM, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2007 AND 2006

ASSETS

	<u>2007</u>	<u>2006</u>
ASSETS:		
Cash and cash equivalents	\$ 162,726	\$ 245,072
Receivables -		
Service fees, less allowance for uncollectible accounts of \$5,000 in 2007 AND 2006	14,604	22,741
Grants and contracts	56,875	48,098
Contributions and other	-	5,309
Unbilled revenue	15,299	19,057
Unconditional promises to give -		
United Way funding for next fiscal year	210,008	206,319
United Jewish Community of Broward	6,759	-
City of Fort Lauderdale Block Grant	7,815	26,754
Prepaid expenses	<u>7,820</u>	<u>7,730</u>
Total current assets	<u>481,906</u>	<u>581,080</u>
Furniture and equipment, net	<u>10,381</u>	<u>11,826</u>
Long-term unconditional promises to give	<u>-</u>	<u>8,918</u>
Security deposits	<u>1,292</u>	<u>1,292</u>
TOTAL ASSETS	<u>\$ 493,579</u>	<u>\$ 603,116</u>

LIABILITIES AND NET ASSETS

LIABILITIES:		
Accounts payable	\$ 147,622	\$ 154,405
Accrued liabilities	33,968	32,584
Client deposits and advances	41,794	36,534
Deferred revenue	<u>10,502</u>	<u>10,000</u>
TOTAL CURRENT LIABILITIES/LIABILITIES	<u>233,886</u>	<u>233,523</u>
NET ASSETS:		
Unrestricted - undesignated	33,769	124,065
Temporarily restricted	<u>225,924</u>	<u>245,528</u>
TOTAL NET ASSETS	<u>259,693</u>	<u>369,593</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 493,579</u>	<u>\$ 603,116</u>

The accompanying notes are an integral part of these financial statements.

BROWARD HOMEBOUND PROGRAM, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
<u>UNRESTRICTED NET ASSETS</u>		
SUPPORT AND REVENUE:		
Support-		
Contributions	\$ 79,217	\$ 46,520
Special fund raising events	24,301	54,496
In-kind	70,566	80,810
Jewish Federation	6,083	6,083
Revenue and grants from governmental agencies	434,572	500,380
Other-		
Service fees	325,288	352,692
Interest	6,627	6,130
	<u>946,654</u>	<u>1,047,111</u>
NET ASSETS RELEASED FROM RESTRICTIONS:		
Special care - CCDA	2,194	2,053
United Jewish Community Foundation - live-in care	-	6,759
Special live-in care	-	438
Sun Sentinel - school supplies children - disabled	-	6,500
Community Development Block Grant-Fort Lauderdale	27,857	-
United Way funding for the year	<u>206,319</u>	<u>206,319</u>
	<u>236,370</u>	<u>222,069</u>
TOTAL SUPPORT AND REVENUE	<u>1,183,024</u>	<u>1,269,180</u>
EXPENSES AND LOSSES:		
Program service	1,155,308	1,187,231
Supporting services:		
Management and general	103,892	104,826
Fund raising	14,120	16,966
	<u>1,273,320</u>	<u>1,309,023</u>
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	<u>(90,296)</u>	<u>(39,843)</u>
<u>TEMPORARILY RESTRICTED NET ASSETS</u>		
United Way funding for the next year	210,008	206,319
United Jewish Community funding for the next year	6,759	-
Fort Lauderdale Community Development Block Grant	7,814	35,672
Sun-Sentinel-School supplies children of disabled	-	-
Special care - CCDA	-	3,537
Net assets released from restrictions		
Expiration of time restriction	(206,319)	(213,078)
Special care - CCDA	(2,194)	(2,053)
Sun-Sentinel-School supplies children of disabled	-	(6,500)
Community Development Block Grant-Fort Lauderdale	(35,672)	-
Special live-in care utilized	-	(438)
INCREASE (DECREASE) IN		
TEMPORARILY RESTRICTED NET ASSETS	<u>(19,604)</u>	<u>23,459</u>
INCREASE (DECREASE) IN NET ASSETS	<u>(109,900)</u>	<u>(16,384)</u>
NET ASSETS, beginning of year	369,593	385,977
NET ASSETS, end of year	<u>\$ 259,693</u>	<u>\$ 369,593</u>

The accompanying notes are an integral part of these financial statements.

BROWARD HOMEBOUND PROGRAM, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2007

	PROGRAM SERVICES						
	Community Care for the Disabled Adult	Subsidy Program	Home Delivered Meals and Services	Total	Admin. and General	Fund Raising	2007 Total
Contract services	\$113,286	\$390,486	\$ 97,944	\$ 601,716	\$ -	\$ -	\$ 601,716
Salaries	167,602	135,420	39,411	342,433	68,783	8,985	420,201
Payroll taxes	15,567	10,726	2,405	28,698	4,835	625	34,158
Benefits	15,516	10,561	3,773	29,850	5,869	679	36,398
Bad debts	-	4,083	-	4,083	-	-	4,083
Conferences	203	202	-	405	405	-	810
Dues	92	367	-	459	459	-	918
Electric	1,517	2,795	-	4,312	1,779	-	6,091
Exterminator	216	-	-	216	72	-	288
Fund-raising	2,915	2,915	972	6,802	-	2,915	9,717
Insurances	5,580	4,326	542	10,448	1,862	-	12,310
Janitor	1,277	1,801	-	3,078	693	-	3,771
Medical supplies and equipment	5,609	-	1,036	6,645	-	-	6,645
In kind donations supplies & expenses	-	3,011	753	3,764	-	-	3,764
Personnel costs	895	945	-	1,840	-	-	1,840
Postage & printing	4,291	1,493	182	5,966	1,089	181	7,236
Professional services	8,918	14,864	1,486	25,268	4,459	-	29,727
Rent	15,366	16,641	-	32,007	5,910	-	37,917
Repairs & maintenance	150	599	-	749	32	-	781
Security	384	-	-	384	-	-	384
Office supplies	5,311	7,748	-	13,059	2,583	-	15,642
School supplies children	-	-	4,450	4,450	-	-	4,450
Telephone	6,886	6,433	-	13,319	2,124	-	15,443
Misc. expenses	1,130	1,002	78	2,210	-	-	2,210
Travel	5,142	5,142	735	11,019	2,938	735	14,692
	377,853	621,560	153,767	1,153,180	103,892	14,120	1,271,192
Depreciation	514	1,614	-	2,128	-	-	2,128
TOTAL	<u>\$378,367</u>	<u>\$623,174</u>	<u>\$153,767</u>	<u>\$1,155,308</u>	<u>\$103,892</u>	<u>\$14,120</u>	<u>\$1,273,320</u>

The accompanying notes are an integral part of these financial statements.

BROWARD HOMEBOUND PROGRAM, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2006

PROGRAM SERVICES

	Community Care for the Disabled Adult	Subsidy Program	Home Delivered Meals and Services	Total	Admin. and General	Fund Raising	2006 Total
Contract services	\$ 93,446	\$429,764	\$ 80,737	\$ 603,947	\$ -	\$ -	\$ 603,947
Salaries	183,835	130,531	42,243	356,609	67,817	8,822	433,248
Payroll taxes	14,806	8,671	2,316	25,793	4,835	678	31,306
Benefits	11,124	10,274	913	22,311	5,868	625	28,804
Bad debts	-	662	-	662	-	-	662
Conferences/training	269	269	-	538	537	-	1,075
Donations	-	1,110	-	1,110	-	-	1,110
Dues	43	171	-	214	213	-	427
Electric	1,918	2,795	-	4,713	1,779	-	6,492
Exterminator	216	-	-	216	72	-	288
Fund Raising	5,698	5,698	1,899	13,295	-	5,698	18,993
Insurances	6,128	5,222	620	11,970	2,241	-	14,211
Janitor	1,117	1,802	-	2,919	693	-	3,612
Medical equip. and supplies	24,515	-	1,493	26,008	-	-	26,008
Miscellaneous	875	843	156	1,874	-	-	1,874
Newsletter expense	-	-	-	-	-	-	-
Personnel costs	334	550	-	884	-	-	884
Postage & printing	1,866	2,147	182	4,195	1,639	456	6,290
Professional svcs.	12,087	20,144	2,015	34,246	6,043	-	40,289
Rent	15,725	15,866	-	31,591	5,910	-	37,501
Repairs & maint.	179	551	-	730	-	-	730
Security	366	-	-	366	-	-	366
School supplies- children	1,298	-	5,192	6,490	-	-	6,490
Supplies	3,792	6,922	-	10,714	2,308	-	13,022
Emergency fund	-	-	-	-	-	-	-
Telephone	6,344	5,670	-	12,014	2,124	-	14,138
Travel	4,807	4,807	687	10,301	2,747	687	13,735
	390,788	654,469	138,453	1,183,710	104,826	16,966	1,305,502
Depreciation	1,079	2,442	-	3,521	-	-	3,521
TOTAL	\$391,867	\$656,911	\$138,453	\$1,187,231	\$104,826	\$ 16,966	\$1,309,023

The accompanying notes are an integral part of these financial statements.

BROWARD HOMEBOUND PROGRAM, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received - public support	\$ 281,171	\$ 273,119
- governmental agencies	454,154	490,721
- service fees	342,443	353,943
- interest	6,627	6,095
- special fund raising events	24,301	54,496
Cash paid to suppliers, subcontractors, and employees	<u>(1,190,155)</u>	<u>(1,176,068)</u>
Net cash provided by (used for) operating activities	<u>(81,459)</u>	<u>2,306</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of equipment	<u>(887)</u>	<u>(1,786)</u>
INCREASE (DECREASE) IN CASH	(82,346)	520
CASH, BEGINNING OF YEAR	<u>245,072</u>	<u>244,552</u>
CASH, END OF YEAR	<u>\$ 162,726</u>	<u>\$ 245,072</u>
RECONCILIATION OF NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Increase decrease in net assets	\$ (109,900)	\$ (16,384)
Adjustments to reconcile to net cash provided by operating activities:		
Depreciation	2,127	3,521
(Increase) decrease in:		
Receivables - net of allowance	4,669	(6,103)
Unconditional promises to give	17,614	(28,913)
Unbilled revenue	3,758	(1,509)
Prepaid expenses	(90)	(236)
Increase (decrease) in:		
Accounts payable	(6,783)	38,328
Accrued liabilities	1,384	10,532
Deferred revenue	502	(375)
Net assets released from temporary restriction	-	-
Customer deposits and advances	<u>5,260</u>	<u>3,445</u>
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	<u>\$ (81,459)</u>	<u>\$ 2,306</u>

There were no Cash Flows from Financing Activities during the years ended June 30, 2007 and 2006.

The accompanying notes are an integral part of these financial statements.

BROWARD HOMEBOUND PROGRAM, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2007 AND 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS

GENERAL - The Broward Homebound Program, Inc. coordinates the delivery of comprehensive in-home services for the frail, the chronically ill, and the disabled so they may be cared for at home. The Program incorporates a full range of social services and informal support systems in Broward County, Florida.

The Program provides services under three programs -

Subsidy Program - provides case management, personal and respite care, homemaker services, and 24 hour live-in custodial care to elderly residents.

Community Care for the Disabled Adult - provides case management, personal care and homemaker services, and home-delivered meals to permanently disabled adults ages 18 - 59 under a grant from the State of Florida Department of Children and Families.

Home Delivered Meals and Services - provides home-delivered meals and medical supplies to short-term, temporarily handicapped individuals.

INCOME TAXES - The Program was incorporated April 9, 1986, as a not-for-profit corporation, and has been approved for tax-exempt status under the Internal Revenue Code Section 501(c)(3) as a public charity. There was no unrelated business income for the fiscal years ended June 30, 2007, and 2006.

ESTIMATES - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

BASIS OF ACCOUNTING - The financial statements of Broward Homebound Program, Inc. are prepared on the accrual basis of accounting.

FINANCIAL STATEMENT PRESENTATION - The Program adopted the Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of

BROWARD HOMEBOUND PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

JUNE 30, 2007 AND 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS
(Continued)

Not-for-Profit Organizations. Under SFAS No. 117, the Program is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Program is required to present a statement of cash flows. As permitted by this new statement, the Program discontinued its use of fund accounting and has, accordingly, classified its financial statements to present the three classes of net assets required.

DESIGNATIONS - are voluntary board-approved segregations of unrestricted net assets for specific purposes, projects, or investments.

CONTRIBUTIONS - The Program also adopted SFAS No. 116, "Accounting for Contributions Received and Contributions Made." In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. In June of each year, United Way approves allocations for the following year beginning in July. The allocation is recorded as an unconditional promise to give as of June 30. Under SFAS No. 116, such contributions are required to be reported as temporarily restricted support and are then reclassified to unrestricted net assets upon expiration of the time restriction. Additionally, other entities may promise to give to the Program. These contributions are reported as temporarily restricted support as indicated above. The Program has not received any contributions with donor-imposed restrictions that would result in recording such contributions as permanently restricted.

PROMISES TO GIVE - Contributions are recognized when the donor makes a promise to give to the Program that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

The Program uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made. No amounts were required to be included in the allowance account as of balance sheet dates.

BROWARD HOMEBOUND PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007 AND 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATTERS
(Continued)

EQUIPMENT - It is the Program's policy to capitalize all property and equipment acquisitions in excess of \$200. Equipment is recorded at cost or, if donated, estimated fair value at the date acquired. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Program reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Program reclassifies temporarily restricted net assets to unrestricted net assets at that time. Depreciation is computed using the straight-line method based on the estimated useful lives of the related assets.

SERVICE FEES - Participants in the Homebound Elderly Program are billed for services rendered. Amounts billed are generally less than the amounts paid by the Program to the service provider. Service fees are determined based on the financial situation of each participant.

Unbilled revenue consists of charges for services rendered as of the balance sheet date but not billed as of that date to the participants.

FUNCTIONAL ALLOCATION OF EXPENSES - The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets. Accordingly, certain costs have been allocated among the Program and supporting services benefited.

CASH AND CASH EQUIVALENTS - For purposes of the statements of cash flows, the Program considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. There were no cash equivalents at balance sheet date.

NOTE 2 - PROMISES RECEIVABLE

All promises receivable are due as follows:

<u>June 30</u>	
2008	<u>\$ 224,582</u>

Management does not consider it necessary to provide an allowance for doubtful accounts for these receivables.

BROWARD HOMEBOUND PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007 AND 2006

NOTE 3 - GRANTS AND CONTRACTS RECEIVABLE

Accounts receivable from grants and contracts at June 30, were composed of the following:

	<u>2007</u>	<u>2006</u>
Florida Department of Children and Families		
- Contract	\$ 32,430	\$ 24,128
- Medicaid	5,351	8,966
Broward County	12,121	10,025
City of Fort Lauderdale	6,073	4,079
City of Hollywood	<u>900</u>	<u>900</u>
	<u>\$ 56,875</u>	<u>\$ 48,098</u>

NOTE 4 - EQUIPMENT

Equipment at June 30, consisted of the following:

	<u>2007</u>	<u>2006</u>	<u>Estimated Useful Life (Years)</u>
Office furniture and equipment	\$ 42,171	\$ 47,147	5 - 10
Less accumulated depreciation	<u>31,790</u>	<u>35,321</u>	
	<u>\$ 10,381</u>	<u>\$ 11,826</u>	

NOTE 5 - CONTRIBUTED SERVICES, MATERIALS, AND FACILITIES

The Program receives various types of in-kind support including contributed facilities and services. Contributed professional services are recognized if the services received create or enhance long-lived assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed services of \$13,167 and \$13,014 for the years ended June 30, 2007, and 2006, respectively are included as revenues in these financial statements.

The amounts reflected in the accompanying financial statements as in-kind support are offset by like amounts which are included as expenses.

BROWARD HOMEBOUND PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007 AND 2006

NOTE 5 - CONTRIBUTED SERVICES, MATERIALS, AND FACILITIES
(Continued)

Additionally, the Program receives the services of volunteers, which do not meet the two recognition criteria described above. Accordingly, the value of these contributed services has not been determined and is not reflected in the accompanying financial statements.

Contributions of tangible assets are recognized at fair market value when received.

NOTE 6 - RESTRICTIONS ON ASSETS

Temporarily restricted net assets as of June 30 are available for the following purposes or period:

	<u>2007</u>	<u>2006</u>
United Way funding for the next fiscal year	\$ 210,008	\$ 206,319
City of Fort Lauderdale Community Development	7,814	35,672
Jewish Federation of Broward County	6,759	-
County funding for the next year		
Special care CCDA	<u>1,343</u>	<u>3,537</u>
	<u>\$ 225,924</u>	<u>\$ 245,528</u>

NOTE 7 - LEASES

The Program utilizes office facilities, including utilities, telephones, etc. provided by North Broward Medical Center as in-kind support. This support is provided on a month-to-month basis.

The Program had a lease agreement for additional office space for its Community Care for the Disabled Adults program. The Program terminated this lease in July, 2007. These operations were relocated, and the Program entered into a shared space/service arrangement with another not-for-profit organization on a cost sharing arrangement. The monthly rental is approximately \$471 per month including certain services.

Rental expenses, including in-kind contributions, were approximately \$37,917 and \$37,501 for the years ended June 30, 2007 and 2006, respectively.

BROWARD HOMEBOUND PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2007 AND 2006

NOTE 8 - CONCENTRATIONS OF CREDIT RISK

The Program maintained bank accounts including the operating account, money market fund, and certificates of deposits at four different banks during the current fiscal year. Accounts at these institutions are insured by Federal Deposit Insurance Corporation (FDIC) up to \$100,000. At times during the fiscal year, the Program's cash balance at one financial institution could exceed the Federally insured limits.

SUPPLEMENTARY INFORMATION

BROWARD HOMEBOUND PROGRAM, INC.
SCHEDULES OF CONTRIBUTIONS
YEARS ENDED JUNE 30, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
Century Village East	\$ 9,647	\$ 6,196
Community Foundation of Broward County	5,000	10,000
Health Foundation of South Florida	-	15,600
United Way Designated	6,088	6,460
Palm Aire	20	983
Doctors Hospital Fund	2,500	3,000
Alzheimer Association	2,000	-
Sun Sentinel	6,500	-
American Express	5,000	-
Peacock Foundation	30,000	-
VISTA	5,000	-
William Watts Foundation	5,000	-
SHAPE	750	-
Donations	<u>1,712</u>	<u>4,281</u>
	<u>\$ 79,217</u>	<u>\$ 46,520</u>

BROWARD HOMEBOUND PROGRAM, INC.
SCHEDULES OF REVENUES AND GRANTS FROM GOVERNMENTAL AND OTHER AGENCIES
YEARS ENDED JUNE 30, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
Florida Department of Children and Families - Contract	\$ 144,239	\$ 151,990
- Medicaid	163,398	205,325
Medicare	-	-
Broward County	60,156	61,600
City of Deerfield Beach	15,000	15,375
City of Pompano Beach	16,000	15,000
City of Sunrise	10,000	10,000
City of Fort Lauderdale	-	20,940
City of Coconut Creek	5,000	5,000
City of Margate	1,800	1,800
City of Miramar	2,500	2,500
City of Tamarac	3,250	3,000
City of Plantation	4,129	-
Coral Springs Community Chest	3,000	2,500
City of Hollywood	3,600	3,600
Town of Davie	1,000	1,000
City of Hallandale Beach	<u>1,500</u>	<u>750</u>
	<u>\$ 434,572</u>	<u>\$ 500,380</u>
NET ASSETS RELEASED FROM RESTRICTIONS:		
Special Care - CCDA	2,194	2,053
Community Block Grant-City of Fort Lauderdale	27,857	-
United Way Funding	<u>206,319</u>	<u>206,319</u>
	<u>\$ 236,370</u>	<u>\$ 208,372</u>

BROWARD HOMEBOUND PROGRAM, INC.
SCHEDULE OF COMPUTATION OF
MATCHING REQUIREMENT - STATE OF FLORIDA
YEAR ENDED JUNE 30, 2007

Broward Homebound Program, Inc. receives support from the State of Florida, Department of Children and Families under a contract which is renegotiated annually. A maximum contract amount is established; however, income is earned only to the extent of eligible expenses incurred. The contract requires a match as reflected below. During the year ended June 30, 2007, the reimbursable expenses were as follows:

	Contract #JG202
Total reimbursable expenses	\$ 214,455
Amount received or receivable requiring match	144,240
Match required	<u>15,199</u>
	<u>159,439</u>
Excess Match	<u>\$ 55,016</u>

REPORTS

Report of Independent Certified Public Accountants on
Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards

Board of Directors and
Executive Director
Broward Homebound Program, Inc.
Pompano Beach, Florida

We have audited the financial statements of Broward Homebound Program, Inc. (A nonprofit organization) as of and for the year ended June 30, 2007, and have issued our report thereon dated September 28, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Broward Homebound Program, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted *no matters* involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Program's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Board of Directors, management, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A. M. Jones, C.P.A., P.A.

A.M. Jones, C.P.A., P.A.
Pompano Beach, Florida
September 28, 2007

MEMBER OF:

Florida Institute of Certified Public Accountants (FICPA), American Institute of Certified Public Accountants (AICPA), Private Companies Practice Section of AICPA (PCPS)

A.M. JONES, C.P.A., P.A.

certified public accountants

Alyce M. Jones, C.P.A., P.F.S.

3421 North Powerline Road, Pompano Beach, FL 33069 Broward: 954-973-3421 • Dade: 305-948-5608 • FAX: 954-968-8215

REPORT TO MANAGEMENT

Board of Directors and Executive Director
Broward Homebound Program, Inc.
Pompano Beach, Florida

We have audited the financial statements of Broward Homebound Program, Inc. (a not-for-profit organization) as of and for the year ended June 30, 2007, and have issued our report thereon dated September 28, 2007.

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In planning and performing our audit of the financial statements of Broward Homebound Program, Inc. for the year ended June 30, 2007, we considered the Program's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during the performance of our audit we may become aware of matters that are opportunities for strengthening internal controls and operating efficiency. This letter summarizes our comments and suggestions regarding those matters.

We have no comments for the current fiscal year, and there were no comments for the prior fiscal year. Management has implemented our prior recommendations, and continues to update the Program's procedures and policies to maintain and monitor the internal control over the financial reporting.

This report is intended solely for the information and use of the Board of Directors, management, and others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

We sincerely appreciate the courtesy and cooperation that management and the employees extended to us throughout the audit.

A. M. Jones, C. P. A., P. A.

A. M. Jones, C.P.A., P.A.
Pompano Beach, Florida
September 28, 2007